

Craig S. Sternberg, WSBA 00521  
STERNBERG THOMSON OKRENT & SCHER, PLLC  
2033 Sixth Avenue, Ste. 251  
Seattle, WA 98121  
(206) 386-5438/FAX 206 374-2868

Judge Hon. Christopher M. Alston  
Hearing Date: n/a

**UNITED STATES BANKRUPTCY COURT  
WESTERN DISTRICT OF WASHINGTON AT SEATTLE**

In re )  
 ) No. 22-11324 CMA  
PACIFIC NANO PRODUCTS, INC., )  
Debtor ) Chapter 7  
\_\_\_\_\_ )

**PRECIPE**

Attached hereto is the Receiver's Amended Third Report for the period through  
November 30, 2022. This replaces ECF No. 101.

DATED this 14<sup>th</sup> day of December 2022

Sternberg Thomson Okrent & Scher, PLLC

By s/ Craig S. Sternberg  
Craig S. Sternberg, WSBA 521  
Attorneys for the Receiver

**PRECIPE RECEIVER'S AMENDED  
THIRD REPORT**

**STERNBERG THOMSON OKRENT & SCHER, PLLC**  
2033 Sixth Avenue, Ste. 521  
Seattle, Washington 98121  
(206) 386-5438 FAX 374-2868

Page 1 of 1

IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON  
COUNTY OF KING

1 In re the Receivership of:

2 PACIFIC NANO PRODUCTS, INC., a  
3 Washington corporation.  
4

No. 22-2-08691-2 SEA

RECEIVER'S AMENDED REPORT FOR  
PERIOD ENDING NOVEMBER 30, 2022

5  
6 Marc S. Stern, receiver herein, reports to the court as follows:

7 1 ASSETS

8 1.1 Except for the disbursements made that are discussed *infra*, there have been no major  
9 changes in the assets or their value.

10 1.2 The note owing from Pacific Nano India to Pacific Nano U.S.

11 1.2.1 The face value of the note is approximately 1.3 million dollars. Until  
12 recently, it was not able to make payments on the note. Currently, Pacific  
13 Nano, India has in approximately \$323,000 in its bank accounts in India.

14 1.3 The Intellectual Property.

15 1.31 Pacific Nano Inc holds several patents and concepts that may have value. I  
16 am endeavoring to determine what the value of those assets are.

17 2 ACTIONS TAKEN FROM LAST REPORT UNTIL NOW

18 2.1 As indicated above, I continued current management and have been making their  
19 normal payroll from funds of the company. This done pursuant to Orders in the  
20 United States Bankruptcy Court.

21 2.2 I responded to an involuntary Chapter 7 filed by GR technologies. My response

22 MARC S. STERN  
ATTORNEY AT LAW  
1825 NW 65<sup>TH</sup> STREET  
SEATTLE, WA 98117  
23 (206) 448-7996

included controversion of the Petition and Motions to Abstain, Pay Employees, and Dismiss. We have also asked for the petitioning creditor to post a bond.

2.3 As stated above, I have a better grasp of the value of assets.

2.3.1 Pacific Nano India, the estate owns 91% of the stock. Pacific Nano India is operating on a profitable basis and has cash reserves.

2.4 Pacific Nano India has been operating on a profitable basis.

2.5 The real value of the physical facilities is that they are in operation and can be shown to other companies considering purchasing the technology or Intellectual Property.

2.6 Attached hereto as Exhibit A is a Report of Income received and costs disbursed.

2.7 Patent Application US 11,447,641 B2 from FIBROUS STRUCTURED AMORPHOUS SILICA INCLUDING PRECIPITATED CALCIUM CARBONATE AND COMPOSITIONS OF MATTER MADE THEREWITH has now matured into a U.S. Patent. Issue date of September 20, 2022.

2.8 I have advanced funds to the Patent attorney, Reams Goodloe, the amounts necessary to pay for patent issuance. They are set forth in the report.

### 3 ACTIONS TAKEN FROM LAST REPORT UNTIL NOW

3.1 I am still in the process of determining the exact nature and valuation of the intellectual property. Until that is done, a method for liquidating them cannot be proposed.

3.2 Valuation of the IP is ongoing. Some patents are several years old and their monetization has not produced any economic gain. I have consulted with Arminino LLP and I have received a proposal from them. As discussed supra. One other claim has ripened into a fully issued patent.

3.3 I am attaching to this report the Declaration that I filed in Bankruptcy Court in support of my Motion to Approve Compensation. I incorporate by reference.

MARC S. STERN  
ATTORNEY AT LAW  
1825 NW 65<sup>TH</sup> STREET  
SEATTLE, WA 98117  
(206) 448-7996

Dated this December 14, 2022.

/s/ Marc S. Stern

Marc S. Stern,  
WSBA 8194  
Receiver

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MARC S. STERN  
ATTORNEY AT LAW  
1825 NW 65<sup>TH</sup> STREET  
SEATTLE, WA 98117  
(206) 448-7996

## EXHIBIT A



Customer Service:  
1-866-486-7782

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON WA 98057-2624

Last statement: August 31, 2022  
This statement: September 30, 2022

Please be aware that items may be presented for payment multiple times when your account does not contain sufficient funds to pay the item(s). We may charge you a fee each time an item is presented and you do not have sufficient funds in your account to pay the item. For services to help you manage your account, visit [www.umpquabank.com/globalassets/media/documents/overdraft\\_disclosure\\_for\\_business\\_accounts.pdf](http://www.umpquabank.com/globalassets/media/documents/overdraft_disclosure_for_business_accounts.pdf)

## ANALYZED BUSINESS CHECKING

Account number	0397	Beginning balance	\$184,166.55
Low balance	\$184,014.78	Deposits/Additions	\$0.00
Average balance	\$184,110.90	Withdrawals/Subtractions	\$151.77
Interest earned	\$0.00	Ending balance	\$184,014.78

### Other Withdrawals/Subtractions

Date	Description	Subtractions
09-20	Maintenance Fee Analysis Activity For 08/22 <i>UMPQUA BANK FEES</i>	151.77
<b>Total Other Withdrawals/Subtractions</b>		<b>\$151.77</b>

### Daily Balances

Date	Amount	Date	Amount	Date	Amount
08-31	184,166.55	09-20	184,014.78	09-30	184,014.78

### Overdraft Fee Summary

	Total For This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

**Checks**

(\* Skip in check sequence, R-Check has been returned, + Electronified check))

Total Checks paid: 0 for **-\$0.00**



Customer Service:  
1-866-486-7782

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON WA 98057-2624

Last statement: September 30, 2022  
This statement: October 31, 2022

Please be aware that items may be presented for payment multiple times when your account does not contain sufficient funds to pay the item(s). We may charge you a fee each time an item is presented and you do not have sufficient funds in your account to pay the item. For services to help you manage your account, visit [www.umpquabank.com/globalassets/media/documents/overdraft\\_disclosure\\_for\\_business\\_accounts.pdf](http://www.umpquabank.com/globalassets/media/documents/overdraft_disclosure_for_business_accounts.pdf)

## ANALYZED BUSINESS CHECKING

Account number	0397	Beginning balance	\$184,014.78
Low balance	\$98,474.61	Deposits/Additions	\$21,568.42
Average balance	\$121,764.96	Withdrawals/Subtractions	\$107,108.59
Interest earned	\$0.00	Ending balance	\$98,474.61

### Other Deposits/ Additions

Date	Description	Additions
10-05	Wire Transfer-in Incoming Domestic Acct#9801860397 Bank Of America Um Pqua Bank 25713477 73	21,568.42
	<i>ORIGINAL WIRE RETURN - SEE BELOW</i>	
<b>Total Other Deposits/ Additions</b>	<i>CRAIG STEAMERLY *</i>	<b>\$21,568.42</b>

### ACH and Electronic Payments/Subtractions

Date	Description	Subtractions
10-04	ACH Debit State Of Wa-esd Esd ACH 6 Esd WA Ui-tax 20221004	21.57
10-04	ACH Debit Labor&industries L&i Elf 86375505-02lwnn 20221004	237.72
10-04	ACH Debit Intuit Payroll S Quickbooks 471638849 20221004	14,971.29
10-04	ACH Debit Intuit Payroll S Quickbooks 471638849 20221004	15,121.30
10-05	ACH Debit IRS Usataxpymt 270267814229293 20221005	10,371.50
10-06	ACH Debit Ref 27911211 Funds Transfer To Dep Xxxxxx7206 From * ORIGINAL WIRE CS.	21,613.42
10-31	ACH Debit Intuit Payroll S Quickbooks 471638849 20221031	14,971.30
<b>Total ACH and Electronic Payments/Subtractions</b>		<b>\$77,308.10</b>



**Other Withdrawals/Subtractions**

<u>Date</u>	<u>Description</u>	<u>Subtractions</u>
10-04	Wire Transfer-out Bob Domestic Acct#9801860397 Sternberg Thomson Okrent Scher Bank Of America, N.A., NY <i>* MAKE-UP WIRE</i>	21,613.42
10-20	Maintenance Fee Analysis Activity For 09/22 <i>BANK FEE</i>	145.33
<b>Total Other Withdrawals/Subtractions</b>		<b>\$21,758.75</b>

**Daily Balances**

<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>
09-30	184,014.78	10-06	120,066.24	10-20	113,445.91
10-04	130,482.74	10-07	115,066.24	10-31	98,474.61
10-05	141,679.66	10-12	113,591.24		

**Overdraft Fee Summary**

	<b>Total For This Period</b>	<b>Total Year-to-Date</b>
<b>Total Overdraft Fees</b>	\$0.00	\$0.00
<b>Total Returned Item Fees</b>	\$0.00	\$0.00

**Checks**

<u>Check #</u>	<u>Amount</u>	<u>Date</u>	<u>Check #</u>	<u>Amount</u>	<u>Date</u>
1964	\$769.65	10-04	1968	\$5,000.00	10-07
*1967	\$797.09	10-04	1969	\$1,475.00	10-12

(\* Skip in check sequence, R-Check has been returned, + Electronified check))

Total Checks paid: 4 for **-\$8,041.74**

SEE NEXT PAGE  
FOR DETAIL

EMPLOYEE (M. DURAND)  
EXPENSE SEPT

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

7/29/2022

PAY TO THE ORDER OF: Marc Durand \$769.65

Seven Hundred Sixty-Nine and 65/100

Memo: Marc Durand  
18324 142nd Ave SE  
Renton, WA 98058

Memo: [Signature] AUTHORIZED SIGNATURE

⑆001964⑆ ⑆123205054⑆ ⑆0397⑆

Check # 1964, Posted 10-04-22, Amount \$769.65

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

8/17/2022

PAY TO THE ORDER OF: Pacific Northwest Fisheries LLC \$5,000.00

Five Thousand and 00/100

Memo: Pacific Northwest Fisheries LLC  
8105 SE 79th Street  
Mercer Island WA 98040

Memo: [Signature] AUTHORIZED SIGNATURE

⑆001968⑆ ⑆123205054⑆ ⑆0397⑆

Check # 1968, Posted 10-07-22, Amount \$5,000.00

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

8/17/2022

PAY TO THE ORDER OF: Marc Durand \$797.09

Seven Hundred Ninety-Seven and 09/100

Memo: Marc Durand  
18324 142nd Ave SE  
Renton, WA 98058

Memo: [Signature] AUTHORIZED SIGNATURE

⑆001967⑆ ⑆123205054⑆ ⑆0397⑆

Check # 1967, Posted 10-04-22, Amount \$797.09

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

8/17/2022

PAY TO THE ORDER OF: Reams Goodloe, P.S. \$1,475.00

One Thousand Four Hundred Seventy-Five and 00/100

Memo: R. Reams Goodloe, P.S.  
24722 104th Ave SE Suite 102  
Kent, WA 98030-5322

Memo: [Signature] AUTHORIZED SIGNATURE

⑆001969⑆ ⑆123205054⑆ ⑆0397⑆

Check # 1969, Posted 10-12-22, Amount \$1,475.00

EMPLOYEE EXPENSE (M. DURAND)  
AUG.

R. REAMS GOODLOE  
IP MAINTENANCE

PAYMENT TO DEBT  
HOLDER; SETTLED AMT.  
FROM F&B OK.



# UMPQUA BANK

November 30, 2022 Page: 1 of 3

Customer Service:  
1-866-486-7782

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON WA 98057-2624

Last statement: October 31, 2022  
This statement: November 30, 2022

Please be aware that items may be presented for payment multiple times when your account does not contain sufficient funds to pay the item(s). We may charge you a fee each time an item is presented and you do not have sufficient funds in your account to pay the item. For services to help you manage your account, visit [www.umpquabank.com/globalassets/media/documents/overdraft\\_disclosure\\_for\\_business\\_accounts.pdf](http://www.umpquabank.com/globalassets/media/documents/overdraft_disclosure_for_business_accounts.pdf)

## ANALYZED BUSINESS CHECKING

Account number	0397	Beginning balance	\$98,474.61
Low balance	\$89,374.80	Deposits/Additions	\$0.00
Average balance	\$89,682.68	Withdrawals/Subtractions	\$9,099.81
Interest earned	\$0.00	Ending balance	\$89,374.80

## ACH and Electronic Payments/Subtractions

Date	Description	Subtractions
11-01	ACH Debit Paid Family Med Payment A 683849235 20221031	41.18
11-01	ACH Debit IRS Usatxpymt 270270514676634 20221101 - Q3 FED PAYROLL TAX	5,185.74
<b>Total ACH and Electronic Payments/Subtractions</b>		<b>\$5,226.92</b>

## Other Withdrawals/Subtractions

Date	Description	Subtractions
11-22	Maintenance Fee Analysis Activity For 10/22 - BANK FEE	181.94
<b>Total Other Withdrawals/Subtractions</b>		<b>\$181.94</b>

Member FDIC

Equal Housing Lender

SBA Preferred Lender

**Daily Balances**

Date	Amount
10-31	98,474.61
11-01	90,417.69

Date	Amount
11-07	89,681.74
11-09	89,556.74

Date	Amount
11-22	89,374.80
11-30	89,374.80

**Overdraft Fee Summary**

	Total For This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

**Checks**

Check #	Amount	Date
1966	\$125.00	11-09
*1970	\$735.95	11-07

BOOKKEEPING  
KAREN WENNERLAND  
EMPLOYEE  
EXPENSE

Check #	Amount	Date
1971	\$2,830.00	11-01

REAMS LOOPLOE  
IP

(\* Skip in check sequence, R-Check has been returned, + Electronified check))

Total Checks paid: 3 for **-\$3,690.95**

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

8/17/2022

PAY TO THE ORDER OF Karen Wennerlind \$125.00

One Hundred Twenty-Five and 00/100

Karen Wennerlind  
PO Box 84312  
Seattle, WA 98124

MEMO

APPROVED SIGNATURE

1966

10019666 1232050542 0397

Check # 1966, Posted 11-09-22, Amount \$125.00

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

10/29/2022

PAY TO THE ORDER OF Reams Goodloe, P.S. \$2,830.00

Two Thousand Eight Hundred Thirty and 00/100

R Reams Goodloe, P.S.  
24722 104th Ave SE Suite 102  
Kent, WA 98030-5322

MEMO

APPROVED SIGNATURE

1971

10019711 1232050542 0397

Check # 1971, Posted 11-01-22, Amount \$2,830.00

PACIFIC NANO PRODUCTS, INC.  
1100 SW 27TH ST  
RENTON, WA 98057

10/29/2022

PAY TO THE ORDER OF Marc Durand \$735.95

Seven Hundred Thirty-Five and 55/100

Marc Durand  
18324 142nd Ave SE  
Renton, WA 98058

MEMO

APPROVED SIGNATURE

1970

10019701 1232050542 0397

Check # 1970, Posted 11-07-22, Amount \$735.95



## IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS

Call us at 1-866-486-7782 or write us at Umpqua Bank, P.O. Box 19243, Spokane, WA 99219, as soon as you can if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we send you the FIRST statement on which the error or problem appears.

- (1) Tell us your name and account number (if any).
- (2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
- (3) Tell us the dollar amount of the suspected error.

If you tell us orally, we may require that you send us your complaint or question in writing within 10 business days.

We will determine whether an error occurred within 10 business days after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days to investigate your complaint or question. If we decide to do this, we will credit your account within 10 business days for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account.

For errors involving new accounts, point-of-sale, or foreign-initiated transactions, we may take up to 90 days to investigate your complaint or question. For new accounts, we may take up to 20 business days to credit your account for the amount you think is in error.

We will tell you the results within three business days after completing our investigation. If we decide that there was no error, we will send you a written explanation.

You may ask for copies of the documents that we used in our investigation.

## EXHIBIT B

1 Marc S. Stern  
1825 NW 65<sup>th</sup> Street  
2 Seattle, WA 98117  
(206) 448-7996  
3 [marc@hutzbah.com](mailto:marc@hutzbah.com)

Honorable Judge Christopher Alston  
Chapter 7  
Location: Seattle

4  
5 UNITED STATES BANKRUPTCY COURT  
WESTERN DISTRICT OF WASHINGTON AT SEATTLE

6 In re:  
PACIFIC NANO  
7  
8 Debtor.

No. 22-11324 CMA

DECLARATION OF MARC S. STERN  
IN SUPPORT OF RECEIVER'S FEES  
AND COSTS

9  
10 Marc S. Stern declares under penalty of perjury that the following is true and correct.

11 1. I am an attorney licensed to practice law in the State of Washington and have  
12 been so licensed since 1978

13 2. I was originally appointed as the Receiver in this case on June 8, 2022. I agreed  
14 to compensation at \$8,000 the first month and \$4,000 thereafter. As a result my time keeping  
15 was spotty. I believe that I spent more time on this matter than is recorded. I made an agreement  
16 to be compensated at the \$4,000 per month rate and I think it would not be honorable to ask for  
17 more at this time. Had I been able to liquidate the company a success fee might have been  
18 requested but the involuntary and all of the litigation has made this impossible. Copy of the  
19 Order is filed in this case.

20 3. Had the involuntary not been filed, the case was on track to have the assets  
21 liquidated and the distribution to creditors complete this month or early in 2023.

22 4. Attached hereto as Exhibit A are the time entries and costs advanced in this  
23 matter. They are correct except as to the missed time.

24 5. As the Receiver my obligation is to preserve and liquidate the property. Early on  
25 I understood that the estate consisted of four separate possible assets. They are 1) an Indian  
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27 MOTION FOR COMPENSATION  
FOR RECEIVER/CUSTODIAN – 1  
28 fee app mss.wpd

MARC S. STERN  
ATTORNEY AT LAW  
1825 NW 65<sup>TH</sup> STREET  
SEATTLE, WA 98117  
(206) 448-7996



1    Subsidiary with operating machinery and positive cash flow, 2) Intellectual Property in the United  
2    States and in foreign states. There are several patents, 4) the employees who know the business,  
3    have been developing a market and are negotiating potential sales, and 3) everything else. This  
4    included a bank account here, and miscellaneous stuff that is probably not liquidable.

5            6.        Early on I concluded that it was necessary to retain an advisor with an Indian  
6    presence and knowledge of cross border transactions. I retained George Kelakos of Kelokos  
7    advisors. I received a report from him that lead me to believe that the physical assets of the  
8    Indian subsidiary had no real liquidation value. I reported this in one of my periodic reports.

9            7.        My emphasis has been in maintaining what I view as the true value of the  
10   company, the patents and employees. Any sale that produces anything will require that the  
11   patents be transferred and the employees working with them be hired by the purchaser.

12           8.        The patents and the Indian facility are commercially intertwined. The Indian  
13   facilities provide a proof of concept and a showroom for anyone wanting to license the patents.  
14   Without a proof of concept and an operating facility that potential licensees can visit, the patents  
15   are just so much hype.

16           9.        When I commenced the case, a speedy and orderly liquidation was what I  
17   envisioned. After proofs of claim were received, it was apparent that the only question was the  
18   priority of the claims. I anticipated that both secured creditors would seek to credit bid their  
19   positions.

20           10.      My analysis of the relative priority of the positions was discussed in a prior  
21   declaration and I see no need to repeat it here. After making a determination of what I believed  
22   to be the relative priorities, I instructed my counsel to file a motion to allow claims and establish  
23   priority.

24           11.      Simultaneously with this I was interviewing potential patent and intellectual  
25   property brokers who could market a) the intellectual property and b) the Indian operation that I  
26

1 believed was part and parcel of the business. It was my conclusion that the whole was worth  
2 much more than the sum of the parts.

3 12. During this process and after the filing of the involuntary I maintained and  
4 prosecuted the patents. I paid patent counsel to maintain the patent inventory and prevent it  
5 from being lost

6 13. I also maintained the employees. It was and is my conclusion that any  
7 reasonable sale of the property will include the hiring of the employees by the purchasing entity.  
8 If they were lost or sought other employment, the value of the company would substantially  
9 decline.

10 14. The value of the company has been maintained. While there have been expenses,  
11 the Indian subsidiary has accumulated in excess of \$350,000. Some of that is required for  
12 working capital but it is substantially more than when the case started.

13 Executed under penalty of perjury this December 7, 2022

14  
15  
16 /s/Marc S.Stern  
17 Marc S. Stern  
18 WSBA 8194  
19 Receiver  
20  
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27 MOTION FOR COMPENSATION  
28 FOR RECEIVER/CUSTODIAN – 3  
fee app mss.wpd

MARC S. STERN  
ATTORNEY AT LAW  
1825 NW 65<sup>TH</sup> STREET  
SEATTLE, WA 98117  
(206) 448-7996

## EXHIBIT A

**MARC S. STERN**  
Attorney at Law  
1825 NW 65th Street  
Seattle, WA 98117  
206-448-7996

# STATEMENT

Date: 12/08/2022  
Account No: 2331.00

Pacific Nano

## Fees

			Hours
09/01/2022	MSS	Telephone conference with Sternberg.	0.20
	NK	Draft email to DeLeo.	0.20
09/02/2022	MSS	Zoom conference with Kalakos, Viral Jasubhai and Sternberg.	1.00
	MSS	Email to Sternberg.	0.20
	MSS	Telephone conference with Sternberg. Review and revise my declaration.	0.40
	MSS	Review answer to involuntary petition and supplemental declarations.	0.50
	MSS	Review Application for compensation and declarations.	0.20
09/06/2022	MSS	Meeting with potential sales agent. Telephone conference with Counsel. Review and reply to email from Goodloe and company.	1.70
	MSS	Review Debtor's Joinder in Receiver's Motion to Dismiss or Abstain and declarations.	0.50
	MSS	Review letter setting pretrial conference from chambers.	0.20
	MSS	Review amended application for compensation.	0.20
	MSS	Review motion to post bond under sec. 303.	0.20
	MSS	Email from Goodloe re Patent.	0.20

All fees and costs will be considered valid unless a written objection is received within 30 days of the statement date.

Payments received after the statement date will be reflected on the next statement.

Interest of 1% per month will be charged on outstanding balances after 60 days.

If you have any questions regarding this statement, please contact our office.

Pacific Nano

			Hours
09/07/2022	MSS	Approve proposed Notice. Telephone conference with Counsel.	0.50
	MSS	Review Omnibus Notice of Hearing.	0.20
09/12/2022	MSS	Review and reply to email from Durand.	0.20
09/13/2022	MSS	Email from Durand and to Sternberg.	0.20
	MSS	Email to Sternberg.	0.20
	MSS	Phone conference with Sternberg.	0.20
09/19/2022	MSS	Telephone conference with Sternberg.	0.20
09/20/2022	MSS	Review and reply to email from Sternberg.	0.20
	MSS	Email from Goodloe re: now matured US Patent.	0.20
09/21/2022	MSS	Review Patent emails; Draft revisions to report.	0.60
09/22/2022	MSS	Review and reply to email from Sternberg.	0.20
	MSS	Review letter from attorney to Judge.	0.20
	MSS	Review Amendment to Involuntary Petition Against a Non-individual.	0.20
	MSS	Review Response to Receiver's Motion to Dismiss.	0.30
	MSS	Review Declaration of Vijay Mathur.	0.40
	MSS	Review Declaration of Paul Spadafora in response to Motion to Dismiss.	0.40
	MSS	Review Response to Motion for Bond.	0.20
	MSS	Review Response to Receiver's Application for Compensation.	0.20
09/23/2022	MSS	Pleadings. Telephone conference with counsel, review responses.	1.00
	MSS	Phone conference with Sternberg.	0.20
	MSS	Review amended proof of service filed by Spadafora.	0.10
	MSS	Draft detailed monthly report.	3.00
	NK	File Monthly report with King County Superior Court.	0.20
	NK	File monthly report with bankruptcy court.	0.20

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			Hours
	NK	File proof of service for monthly report.	0.20
09/25/2022	MSS	Draft declaration and review.	0.20
	MSS	Review reply to petitioning creditor's response re motion to compensate.	0.30
09/26/2022	MSS	Review reply to petitioning creditor's response re receiver's motion to dismiss.	0.30
	MSS	Review reply petitioning creditor's response re motion to post bond.	0.30
	MSS	Review Reply in Support of Receiver's Motion to Dismiss or Abstain.	0.30
	MSS	Review second declaration of Michael S. DeLeo in Support of Motion to Dismiss or Abstain.	0.20
09/28/2022	MSS	Review and reply to email from Sternberg.	0.20
	MSS	Review Application for FRBP 2004 Examination.	0.30
	MSS	Review letter from Attorney to Judge.	0.10
09/30/2022	MSS	Review and reply to email from Sternberg.	0.20
10/04/2022	MSS	Email to Marc Durand.	0.20
	MSS	Review and reply to email from Sternberg.	0.20
	MSS	Review Order on Motion to Pay Reasonable Compensation.	0.20
10/06/2022	MSS	Email from Goodloe re: Preserving Indian Patent; telephone conference with Durand; analysis and instructions to pay Goodloe from funds on hand to preserve patent.	1.00
10/11/2022	MSS	Review Answer to Involuntary Petition.	0.20
	MSS	Review Debtor's Notice of Demand for Jury Trial.	0.20
10/13/2022	MSS	Review Order Denying Receiver's Motion to Dismiss.	0.20
10/17/2022	MSS	Phone call with Sternberg.	0.20
10/18/2022	MSS	Phone call with Sternberg.	0.20
10/19/2022	MSS	Review Motion for Reconsideration, etc.	0.60
10/20/2022	MSS	Revision to Declaration in Support of Motion to Reconsider. Place telephone call to Sternberg.	0.50

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			Hours
	MSS	Draft Declaration in Support of Motion to Reconsider.	0.20
10/21/2022	MSS	Review email from Sternberg.	0.20
	MSS	Reply to email from Sternberg.	0.20
	MSS	Review email from Sternberg.	0.20
	MSS	Review Motion to Reconsider Order of Dismissal and Findings.	0.20
10/27/2022	MSS	Review and reply to email from Durand.	0.20
	MSS	Email from opposing counsel; Telephone conference with counsel; Review and reply to email from Durand.	0.50
	MSS	Email from Durand re: expenses to pay.	0.20
10/28/2022	MSS	Phone call with Sternberg.	0.20
	MSS	Review Notice of Trial and Order Setting Deadlines.	0.20
10/29/2022	MSS	Review and reply to email from Durand.	0.20
10/31/2022	MSS	Email from Sternberg.	0.20
	MSS	Telephone conference with Sternberg.	0.20
	MSS	Email re: Valuation.	0.20
	MSS	Review Order on Motion for Reconsideration.	0.20
	MSS	Review Application for Compensation.	0.30
11/01/2022	MSS	Telephone conference with Counsel; Review and approve Notices to Compensate; Review emails.	0.50
	MSS	Email from Sternberg.	0.20
11/03/2022	MSS	Review Petitioner's Cross Motion to Strike Debtor PNP's Demand for Jury Trial.	0.20
	MSS	Review Declaration of Vijay Mathur in Support of Motion to Strike Demand for Jury.	0.40
	MSS	Review supplemental filing of the proposed order.	0.20
	MSS	Review Brief regarding Request for Jury.	0.20
11/07/2022	MSS	Email from Sternberg.	0.20

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			Hours
11/08/2022	MSS	Email from Craig re: Objection.	0.20
	MSS	Email from Craig re filing.	0.20
11/09/2022	MSS	Review Application for Compensation for Receiver's Counsel.	0.20
	MSS	Review Declaration of Sternberg in Support of Motion for Compensation.	0.20
11/10/2022	MSS	Review Objection from Lasher.	0.20
	MSS	Review Debtor's Response to Petitioner's Cross Motion to Strike.	0.20
	MSS	Review Response to Debtor's Motion for a Jury Trial.	0.20
11/14/2022	MSS	Review Reply to Pettitioner's Cross Motion on a Jury Trial.	0.20
11/17/2022	MSS	Hearing on Trial by Jury.	1.20
11/22/2022	MSS	Review Order denying Debtor's Request for a Jury Trial.	0.20
11/23/2022	MSS	Review Response to Debtor's Application for Attorney Fees.	0.30
11/28/2022	MSS	Telephone conference with Counsel.	0.40
	MSS	Email from Sternberg.	0.20
	MSS	Email with counsel.	0.20
	MSS	Review email from Craig.	0.20
	MSS	Review Reply to Motion for Compensation.	0.20
	NK	Place telephone call to Durmond re: report.	0.20
	NK	Review possible Reply to Motion.	0.40
11/29/2022	MSS	Email from Sternberg regarding Motion.	0.20
	NK	Draft letter to Judge regarding telephonic hearing request.	0.20
12/01/2022	MSS	Hearing on Motion for Compensation.	1.60
	MSS	Telephone conference with Durand re: financial statements.	0.30
	MSS	Email from Durand.	0.20
12/02/2022	MSS	Email from Goodloe re: Patent.	0.20



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Statement Date: 12/08/2022

Account No: 2331.00

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			Hours	
12/05/2022	MSS	Email from Durman re: Umpqua statement, Review statement.	0.50	
12/06/2022	MSS	Review Email from counsel.	0.20	
12/07/2022	MSS	Email to Craig re: statements.	0.20	
	MSS	Email to Craig re: India position.	0.20	
	MSS	Email to Sternberg.	0.20	
		For Current Services Rendered	36.10	14,862.50

	Recapitulation	Hours	Rate	Total
<u>Timekeeper</u>				
Marc S. Stern		34.50	\$425.00	\$14,662.50
Narmin Kerimova		1.60	125.00	200.00

Total Current Work	14,862.50
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Balance Due	<u>\$14,862.50</u>
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SUPERIOR COURT OF THE STATE OF WASHINGTON IN AND FOR  
THE COUNTY OF KING

IN RE THE RECEIVERSHIP OF  
PACIFIC NANO PRODUCTS

Case No.: 22-2-08691-2 SEA

CERTIFICATE OF E-SERVICE

(AFSRES)

I, Craig Sternberg, certify that I initiated electronic service of the following document(s) on the parties listed below who have consented to accept electronic service via the King County eFiling Application. Service was initiated on December 14, 2022 at 05:27:12 PM.

Document(s):

1. REPORT

Parties:

1. Michael DeLeo, Attorney for Petitioner/Plaintiff  
email: mdeleo@prklaw.com
2. Harman Bual, Attorney for Respondent/Defendant  
email: bual@lasher.com
3. Marc Stern, Other Involved Party  
email: marc@hutzbah.com
4. Patrick Moran, Other Involved Party  
email: pmoran@prklaw.com
5. Paul Spadafora, Respondent/Defendant  
email: spadafora@lasher.com
6. Robin Phillips, Petitioner/Plaintiff  
email: phillips@lasher.com
7. Craig Sternberg, Attorney for Trustee  
email: craig@stoslaw.com

Executed this 14th day of December, 2022.

s/ Craig Sternberg  
WSBA #: 521  
2033 Sixth Avenue, Ste 251

CERTIFICATE OF E-SERVICE - 1

Seattle, WA 98121  
206 386-5438  
craig@stoslaw.com